

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 2142 – SB 2115

April 13, 2016

SUMMARY OF ORIGINAL BILL: Designates \$100,000,000 from excess state revenue over-collected in FY14-15 to counties for the purpose of county transportation projects including, but not limited to, improvements, repairs, construction, and maintenance of roads and bridges. Requires the funds to be allocated to counties according to allocation structure set forth in Tenn. Code Ann. § 54-4-103.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenue - \$28,300/One-Time/University of Tennessee
Increase State Expenditures - \$100,000,000/One-Time/General Fund

Increase Local Revenue - \$99,971,700/One-Time/Earmarked for
County Transportation Projects

SUMMARY OF AMENDMENT (015947): Deletes all language after the enacting clause. States that it is the legislative intent that \$42,000,000 from excess state revenue over-collected in FY15-16 to the Department of Transportation (TDOT) be earmarked for the purpose of funding the planning, engineering, right-of-way acquisition, construction, improvement, and rehabilitation of roads and bridges on the state-aid highway system as described in Tenn. Code Ann. §§ 54-4-401 – 54-4-406. States that is the legislative intent that the funds to be allocated to counties according to allocation structure set forth in Tenn. Code Ann. § 54-4-103.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Revenue - \$28,300/One-Time/University of Tennessee
Increase State Expenditures - \$42,000,000/One-Time/General Fund

Increase Local Revenue - \$41,971,700/One-Time/Earmarked for
County Transportation Projects

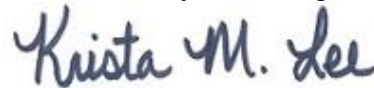
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Assumptions for the bill as amended:

- The legislative intent will be acted upon and \$42,000,000 will be earmarked for the purpose of funding the planning, engineering, right-of-way acquisition, construction, improvement, and rehabilitation of roads and bridges on the state-aid highway system.
- There will be a one-time appropriation from the state General Fund; as a result the one-time increase in state expenditures in FY16-17 from the General Fund is estimated to be \$42,000,000. This funding will be allocated to the Department of Transportation and the University of Tennessee as follows.
- Pursuant to Tenn. Code Ann. § 54-4-103(d), a portion equal to \$28,250 shall be deducted from any appropriation applicable to this section of law and such amount shall be transmitted to the University of Tennessee (UT) for use by the university in operating the county technical assistance service (CTAS) in its Institute for Public Service (IPS); therefore, the one-time increase in state revenue to UT is estimated to be \$28,250.
- The Department of Transportation will receive a one-time appropriation in an amount estimated to be \$41,971,750 (\$42,000,000 - \$28,250) from the General Fund. TDOT will distribute this money to local governments.
- The one-time increase in local government revenue in FY16-17 is estimated to be \$41,971,750.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.



Krista M. Lee, Executive Director

/amj